1	AN	ACT

- 2 relating to the use of eminent domain authority.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Subsection (a), Section 11.155, Education Code,
- 5 is amended to read as follows:
- 6 (a) An independent school district may, by the exercise of
- 7 the right of eminent domain, acquire the fee simple title to real
- 8 property [for the purpose of securing sites] on which to construct
- 9 school buildings or for any other <u>public use</u> [purpose] necessary
- 10 for the district.
- 11 SECTION 2. Chapter 2206, Government Code, is amended to
- 12 read as follows:
- 13 CHAPTER 2206. [LIMITATIONS ON USE OF] EMINENT DOMAIN
- 14 SUBCHAPTER A. LIMITATIONS ON PURPOSE AND USE OF PROPERTY ACQUIRED

15 THROUGH EMINENT DOMAIN

- 16 Sec. 2206.001. LIMITATION ON EMINENT DOMAIN FOR PRIVATE PARTIES
- 17 OR ECONOMIC DEVELOPMENT PURPOSES. (a) This section applies to the use
- 18 of eminent domain under the laws of this state, including a local or
- 19 special law, by any governmental or private entity, including:
- 20 (1) a state agency, including an institution of higher
- 21 education as defined by Section 61.003, Education Code;
- 22 (2) a political subdivision of this state; or
- 23 (3) a corporation created by a governmental entity to
- 24 act on behalf of the entity.

- 1 (b) A governmental or private entity may not take private
- 2 property through the use of eminent domain if the taking:
- 3 (1) confers a private benefit on a particular private
- 4 party through the use of the property;
- 5 (2) is for a public use that is merely a pretext to
- 6 confer a private benefit on a particular private party; [or]
- 7 (3) is for economic development purposes, unless the
- 8 economic development is a secondary purpose resulting from
- 9 municipal community development or municipal urban renewal
- 10 activities to eliminate an existing affirmative harm on society
- 11 from slum or blighted areas under:
- 12 (A) Chapter 373 or 374, Local Government Code,
- 13 other than an activity described by Section 373.002(b)(5), Local
- 14 Government Code; or
- 15 (B) Section 311.005(a)(1)(I), Tax Code; or
- 16 (4) is not for a public use.
- 17 (c) This section does not affect the authority of an entity
- 18 authorized by law to take private property through the use of
- 19 eminent domain for:
- 20 (1) transportation projects, including, but not
- 21 limited to, railroads, airports, or public roads or highways;
- 22 (2) entities authorized under Section 59, Article XVI,
- 23 Texas Constitution, including:
- 24 (A) port authorities;
- 25 (B) navigation districts; and
- 26 (C) any other conservation or reclamation
- 27 districts that act as ports;

- 1 (3) water supply, wastewater, flood control, and
- 2 drainage projects;
- 4 (5) the provision of utility services;
- 5 (6) a sports and community venue project approved by
- 6 voters at an election held on or before December 1, 2005, under
- 7 Chapter 334 or 335, Local Government Code;
- 8 (7) the operations of:
- 9 (A) a common carrier <u>pipeline</u> [subject to Chapter
- 10 111, Natural Resources Code, and Section B(3)(b), Article 2.01,
- 11 Texas Business Corporation Act]; or
- 12 (B) an energy transporter, as that term is
- 13 defined by Section 186.051, Utilities Code;
- 14 (8) a purpose authorized by Chapter 181, Utilities
- 15 Code;
- 16 (9) underground storage operations subject to Chapter
- 17 91, Natural Resources Code;
- 18 (10) a waste disposal project; or
- 19 (11) a library, museum, or related facility and any
- 20 infrastructure related to the facility.
- 21 (d) This section does not affect the authority of a
- 22 governmental entity to condemn a leasehold estate on property owned
- 23 by the governmental entity.
- (e) The determination by the governmental or private entity
- 25 proposing to take the property that the taking does not involve an
- 26 act or circumstance prohibited by Subsection (b) does not create a
- 27 presumption with respect to whether the taking involves that act or

- 1 circumstance.
- 2 Sec. 2206.002. LIMITATIONS ON EASEMENTS. (a) This section
- 3 applies only to an easement acquired by an entity for the purpose of
- 4 a pipeline to be used for oil or gas exploration or production
- 5 activities.
- 6 (b) A property owner whose property is acquired through the
- 7 use of eminent domain under Chapter 21, Property Code, for the
- 8 purpose of creating an easement through that owner's property may
- 9 construct streets or roads, including gravel, asphalt, or concrete
- 10 streets or roads, at any locations above the easement that the
- 11 property owner chooses.
- 12 <u>(c) The portion of a street or road constructed under this</u>
- 13 section that is within the area covered by the easement:
- 14 (1) must cross the easement at or near 90 degrees; and
- 15 (2) may not:
- 16 (A) exceed 40 feet in width;
- 17 (B) cause a violation of any applicable pipeline
- 18 regulation; or
- 19 (C) interfere with the operation and maintenance
- 20 of any pipeline.
- 21 (d) At least 30 days before the date on which construction
- 22 of an asphalt or concrete street or road that will be located wholly
- 23 or partly in an area covered by an easement used for a pipeline is
- 24 scheduled to begin, the property owner must submit plans for the
- 25 proposed construction to the owner of the easement.
- 26 (e) Notwithstanding the provisions of this section, a
- 27 property owner and the owner of the easement may agree to terms

other than those stated in Subsection (c). 1 SUBCHAPTER B. PROCEDURES REQUIRED TO INITIATE 2 3 EMINENT DOMAIN PROCEEDINGS Sec. 2206.051. SHORT TITLE. This subchapter may be cited as 4 the Truth in Condemnation Procedures Act. 5 Sec. 2206.052. APPLICABILITY. The procedures in this 6 subchapter apply only to the use of eminent domain under the laws of 7 8 this state by a governmental entity. 9 Sec. 2206.053. VOTE ON USE OF EMINENT DOMAIN. (a) Before a governmental entity initiates a condemnation proceeding by filing a 10 11 petition under Section 21.012, Property Code, the governmental entity must: 12 13 (1) authorize the initiation of the condemnation proceeding at a public meeting by a record vote; and 14 15 (2) include in the notice for the public meeting as 16 required by Subchapter C, Chapter 551, in addition to other information as required by that subchapter, the consideration of 17 the use of eminent domain to condemn property as an agenda item. 18 (b) A single ordinance, resolution, or order may be adopted 19 20 for all units of property to be condemned if: (1) the motion required by Subsection (e) indicates 21 22 that the first record vote applies to all units of property to be 23 condemned; and (2) the minutes of the governmental entity reflect 24

adopting a single ordinance, resolution, or order by a record vote

(c) If more than one member of the governing body objects to

that the first vote applies to all of those units.

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- 1 for all units of property for which condemnation proceedings are to
- 2 be initiated, a separate record vote must be taken for each unit of
- 3 property.
- 4 (d) For the purposes of Subsections (a) and (c), if two or
- 5 more units of real property are owned by the same person, the
- 6 governmental entity may treat those units of property as one unit of
- 7 property.
- 8 (e) The motion to adopt an ordinance, resolution, or order
- 9 <u>authorizing</u> the initiation of condemnation proceedings under
- 10 Chapter 21, Property Code, must be made in a form substantially
- 11 similar to the following: "I move that the (name of governmental
- 12 entity) authorize the use of the power of eminent domain to acquire
- 13 (describe the property) for (describe the public use)." The
- 14 description of the property required by this subsection is
- 15 sufficient if the description of the location of and interest in the
- 16 property that the governmental entity seeks to acquire is
- 17 substantially similar to the description that is or could properly
- 18 be used in a petition to condemn the property under Section 21.012,
- 19 Property Code.
- 20 <u>(f) If a project for a public use described by Section</u>
- 21 2206.001(c)(3) will require a governmental entity to acquire
- 22 <u>multiple tracts or units of property to construct facilities</u>
- 23 connecting one location to another location, the governing body of
- 24 the governmental entity may adopt a single ordinance, resolution,
- 25 or order by a record vote that delegates the authority to initiate
- 26 condemnation proceedings to the chief administrative official of
- 27 the governmental entity.

- 1 (g) An ordinance, resolution, or order adopted under 2 Subsection (f) is not required to identify specific properties that 3 the governmental entity will acquire. The ordinance, resolution, 4 or order must identify the general area to be covered by the project or the general route that will be used by the governmental entity 5 6 for the project in a way that provides property owners in and around 7 the area or along the route reasonable notice that the owners' properties may be subject to condemnation proceedings during the 8
- 10 SUBCHAPTER C. EXPIRATION OF CERTAIN EMINENT DOMAIN AUTHORITY

planning or construction of the project.

- 11 Sec. 2206.101. REPORT OF EMINENT DOMAIN AUTHORITY;
- 12 EXPIRATION OF AUTHORITY. (a) This section does not apply to an
- 13 entity that was created or that acquired the power of eminent domain
- 14 on or after December 31, 2012.

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- 15 (b) Not later than December 31, 2012, an entity, including a
- 16 private entity, authorized by the state by a general or special law
- 17 to exercise the power of eminent domain shall submit to the
- 18 comptroller a letter stating that the entity is authorized by the
- 19 state to exercise the power of eminent domain and identifying each
- 20 provision of law that grants the entity that authority. The entity
- 21 must send the letter by certified mail, return receipt requested.
- (c) The authority of an entity to exercise the power of
- 23 eminent domain expires on September 1, 2013, unless the entity
- 24 submits a letter in accordance with Subsection (b).
- 25 (d) Not later than March 1, 2013, the comptroller shall
- 26 submit to the governor, the lieutenant governor, the speaker of the
- 27 house of representatives, the presiding officers of the appropriate

- 1 standing committees of the senate and the house of representatives,
- 2 and the Texas Legislative Council a report that contains:
- 3 (1) the name of each entity that submitted a letter in
- 4 accordance with this section; and
- 5 (2) a corresponding list of the provisions granting
- 6 eminent domain authority as identified by each entity that
- 7 submitted a letter.
- 8 <u>(e) The Texas Legislative Council shall prepare for</u>
- 9 consideration by the 84th Legislature, Regular Session, a
- 10 nonsubstantive revision of the statutes of this state as necessary
- 11 to reflect the state of the law after the expiration of an entity's
- 12 eminent domain authority effective under Subsection (c).
- 13 SECTION 3. Subsection (a), Section 251.001, Local
- 14 Government Code, is amended to read as follows:
- 15 (a) When the governing body of a municipality considers it
- 16 necessary, the municipality may exercise the right of eminent
- 17 domain for a public <u>use</u> [purpose] to acquire public or private
- 18 property, whether located inside or outside the municipality, for
- 19 any of the following <u>uses</u> [purposes]:
- 20 (1) the providing, enlarging, or improving of a
- 21 <u>municipally owned</u> city hall; police station; jail or other law
- 22 enforcement detention facility; fire station; library; school or
- 23 other educational facility; academy; auditorium; hospital;
- 24 sanatorium; market house; slaughterhouse; warehouse; elevator;
- 25 railroad terminal; airport; ferry; ferry landing; pier; wharf; dock
- 26 or other shipping facility; loading or unloading facility; alley,
- 27 street, or other roadway; park, playground, or other recreational

- 1 facility; square; water works system, including reservoirs, other
- 2 water supply sources, watersheds, and water storage, drainage,
- 3 treatment, distribution, transmission, and emptying facilities;
- 4 sewage system including sewage collection, drainage, treatment,
- 5 disposal, and emptying facilities; electric or gas power system;
- 6 cemetery; and crematory;
- 7 (2) the determining of riparian rights relative to the
- 8 municipal water works;
- 9 (3) the straightening or improving of the channel of
- 10 any stream, branch, or drain;
- 11 (4) the straightening, widening, or extending of any
- 12 alley, street, or other roadway; and
- 13 (5) [for] any other municipal public use [purpose] the
- 14 governing body considers advisable.
- 15 SECTION 4. Subsection (a), Section 261.001, Local
- 16 Government Code, is amended to read as follows:
- 17 (a) A county may exercise the right of eminent domain to
- 18 condemn and acquire land, an easement in land, or a right-of-way if
- 19 the acquisition is necessary for the construction of a jail,
- 20 courthouse, hospital, or library, or for another public use
- 21 [purpose] authorized by law.
- SECTION 5. Subsection (c), Section 263.201, Local
- 23 Government Code, is amended to read as follows:
- 24 (c) The declaration of taking must contain:
- 25 (1) a declaration that the land or interest in land
- 26 described in the original petition is taken for a public use
- 27 [purpose] and for ultimate conveyance to the United States;

- 1 (2) a description of the land sufficient for the
- 2 identification of the land;
- 3 (3) a statement of the estate or interest in the land
- 4 being taken;
- 5 (4) a statement of the public use to be made of the
- 6 land;
- 7 (5) a plan showing the land being taken; and
- 8 (6) a statement of the amount of damages awarded by the
- 9 special commissioners, or by the jury on appeal, for the taking of
- 10 the land.
- 11 SECTION 6. Section 273.002, Local Government Code, is
- 12 amended to read as follows:
- 13 Sec. 273.002. CONDEMNATION. Condemnation of property under
- 14 this chapter shall be in accordance with state law relating to
- 15 eminent domain, which may be Chapter 21, Property Code, or any other
- 16 state law governing and relating to the condemnation of land for
- 17 public use [purposes] by a municipality.
- 18 SECTION 7. Section 21.0111, Property Code, is amended to
- 19 read as follows:
- Sec. 21.0111. DISCLOSURE OF CERTAIN INFORMATION REQUIRED;
- 21 <u>INITIAL OFFER</u>. (a) <u>An</u> [A governmental] entity with eminent domain
- 22 authority that wants to acquire real property for a public use
- 23 shall, by certified mail, return receipt requested, disclose to the
- 24 property owner at the time an offer to purchase or lease the
- 25 property is made any and all [existing] appraisal reports produced
- 26 or acquired by the [governmental] entity relating specifically to
- 27 the owner's property and prepared in the 10 years preceding the date

- 1 of the [used in determining the final valuation] offer.
- 2 (b) A property owner shall disclose to the [acquiring
- 3 governmental] entity seeking to acquire the property any and all
- 4 current and existing appraisal reports produced or acquired by the
- 5 property owner relating specifically to the owner's property and
- 6 used in determining the owner's opinion of value. Such disclosure
- 7 shall take place not later than the earlier of:
- 8 <u>(1) the 10th day after the date</u> [within 10 days] of
- 9 receipt of <u>an</u> appraisal <u>report; or</u>
- 10 (2) the third business day before the date of a special
- 11 commissioner's hearing if an appraisal report is to be used at the
- 12 [reports but no later than 10 days prior to the special
- 13 commissioner's hearing.
- 14 (c) An entity seeking to acquire property that the entity is
- 15 authorized to obtain through the use of eminent domain may not
- 16 include a confidentiality provision in an offer or agreement to
- 17 acquire the property. The entity shall inform the owner of the
- 18 property that the owner has the right to:
- 19 (1) discuss any offer or agreement regarding the
- 20 entity's acquisition of the property with others; or
- 21 (2) keep the offer or agreement confidential, unless
- 22 the offer or agreement is subject to Chapter 552, Government Code.
- 23 (d) A subsequent bona fide purchaser for value from the
- 24 <u>acquiring</u> [governmental] entity may conclusively presume that the
- 25 requirement of this section has been met. This section does not
- 26 apply to acquisitions of real property for which an [a
- 27 governmental] entity does not have eminent domain authority.

- 1 SECTION 8. Subchapter B, Chapter 21, Property Code, is
- 2 amended by adding Section 21.0113 to read as follows:
- 3 Sec. 21.0113. BONA FIDE OFFER REQUIRED. (a) An entity
- 4 with eminent domain authority that wants to acquire real property
- 5 for a public use must make a bona fide offer to acquire the property
- 6 from the property owner voluntarily.
- 7 (b) An entity with eminent domain authority has made a bona
- 8 fide offer if:
- 9 <u>(1) an initial offer is made in writing to a property</u>
- 10 owner;
- 11 (2) a final offer is made in writing to the property
- 12 owner;
- 13 (3) the final offer is made on or after the 30th day
- 14 after the date on which the entity makes a written initial offer to
- 15 the property owner;
- 16 (4) before making a final offer, the entity obtains a
- 17 written appraisal from a certified appraiser of the value of the
- 18 property being acquired and the damages, if any, to any of the
- 19 property owner's remaining property;
- 20 (5) the final offer is equal to or greater than the
- 21 amount of the written appraisal obtained by the entity;
- 22 (6) the following items are included with the final
- 23 offer or have been previously provided to the owner by the entity:
- 24 (A) a copy of the written appraisal;
- 25 (B) a copy of the deed, easement, or other
- 26 instrument conveying the property sought to be acquired; and
- (C) the landowner's bill of rights statement

- 1 prescribed by Section 21.0112; and
- 2 (7) the entity provides the property owner with at
- 3 least 14 days to respond to the final offer and the property owner
- 4 does not agree to the terms of the final offer within that period.
- 5 SECTION 9. Section 21.012, Property Code, is amended to 6 read as follows:
- 7 Sec. 21.012. CONDEMNATION PETITION. (a) If an entity [the
- 8 United States, this state, a political subdivision of this state, a
- 9 corporation] with eminent domain authority[, or an irrigation,
- 10 water improvement, or water power control district created by law]
- 11 wants to acquire real property for public use but is unable to agree
- 12 with the owner of the property on the amount of damages, the
- 13 [condemning] entity may begin a condemnation proceeding by filing a
- 14 petition in the proper court.
- 15 (b) The petition must:
- 16 (1) describe the property to be condemned;
- 17 (2) state <u>with specificity</u> the <u>public use</u> [purpose]
- 18 for which the entity intends to acquire [use] the property;
- 19 (3) state the name of the owner of the property if the
- 20 owner is known;
- 21 (4) state that the entity and the property owner are
- 22 unable to agree on the damages; [and]
- 23 (5) if applicable, state that the entity provided the
- 24 property owner with the landowner's bill of rights statement in
- 25 accordance with Section 21.0112; and
- 26 (6) state that the entity made a bona fide offer to
- 27 acquire the property from the property owner voluntarily as

- 1 provided by Section 21.0113.
- 2 (c) An entity that files a petition under this section must
- 3 provide a copy of the petition to the property owner by certified
- 4 mail, return receipt requested.
- 5 SECTION 10. Subsection (a), Section 21.014, Property Code,
- 6 is amended to read as follows:
- 7 (a) The judge of a court in which a condemnation petition is
- 8 filed or to which an eminent domain case is assigned shall appoint
- 9 three disinterested <u>real property owners</u> [<u>freeholders</u>] who reside
- 10 in the county as special commissioners to assess the damages of the
- 11 owner of the property being condemned. The judge appointing the
- 12 special commissioners shall give preference to persons agreed on by
- 13 the parties. The judge shall provide each party a reasonable period
- 14 to strike one of the three commissioners appointed by the judge. If
- 15 a person fails to serve as a commissioner or is struck by a party to
- 16 the suit, the judge shall [may] appoint a replacement.
- SECTION 11. Subsection (a), Section 21.015, Property Code,
- 18 is amended to read as follows:
- 19 (a) The special commissioners in an eminent domain
- 20 proceeding shall promptly schedule a hearing for the parties at the
- 21 earliest practical time but may not schedule a hearing to assess
- 22 damages before the 20th day after the date the special
- 23 commissioners were appointed. The special commissioners shall
- 24 <u>schedule a hearing for the parties</u> [and] at a place that is as near
- 25 as practical to the property being condemned or at the county seat
- 26 of the county in which the proceeding is being held.
- SECTION 12. Subsection (b), Section 21.016, Property Code,

- 1 is amended to read as follows:
- 2 (b) Notice of the hearing must be served on a party not later
- 3 than the 20th [11th] day before the day set for the hearing. A
- 4 person competent to testify may serve the notice.
- 5 SECTION 13. Section 21.023, Property Code, is amended to
- 6 read as follows:
- 7 Sec. 21.023. DISCLOSURE OF INFORMATION REQUIRED AT TIME OF
- 8 ACQUISITION. An [A governmental] entity with eminent domain
- 9 authority shall disclose in writing to the property owner, at the
- 10 time of acquisition of the property through eminent domain, that:
- 11 (1) the owner or the owner's heirs, successors, or
- 12 assigns may be [are] entitled to:
- 13 <u>(A)</u> repurchase the property <u>under Subchapter E</u>
- 14 [if the public use for which the property was acquired through
- 15 eminent domain is canceled before the 10th anniversary of the date
- 16 of acquisition]; or
- 17 <u>(B) request from the entity certain information</u>
- 18 relating to the use of the property and any actual progress made
- 19 toward that use; and
- 20 (2) the repurchase price is the price paid to the owner
- 21 by the entity at the time the entity acquired the property through
- 22 eminent domain [fair market value of the property at the time the
- 23 public use was canceled].
- SECTION 14. Subchapter B, Chapter 21, Property Code, is
- 25 amended by adding Section 21.025 to read as follows:
- Sec. 21.025. PRODUCTION OF INFORMATION BY CERTAIN ENTITIES.
- 27 (a) Notwithstanding any other law, an entity that is not subject

- 1 to Chapter 552, Government Code, and is authorized by law to acquire
- 2 private property through the use of eminent domain is required to
- 3 produce information as provided by this section if the information
- 4 is:
- 5 (1) requested by a person who owns property that is the
- 6 subject of a proposed or existing eminent domain proceeding; and
- 7 (2) related to the taking of the person's private
- 8 property by the entity through the use of eminent domain.
- 9 (b) An entity described by Subsection (a) is required under
- 10 this section only to produce information relating to the
- 11 condemnation of the specific property owned by the requestor as
- 12 described in the request. A request under this section must contain
- 13 sufficient details to allow the entity to identify the specific
- 14 tract of land in relation to which the information is sought.
- 15 (c) The entity shall respond to a request in accordance with
- 16 the Texas Rules of Civil Procedure as if the request was made in a
- 17 matter pending before a state district court.
- 18 (d) Exceptions to disclosure provided by this chapter and
- 19 the Texas Rules of Civil Procedure apply to the disclosure of
- 20 information under this section.
- 21 (e) Jurisdiction to enforce the provisions of this section
- 22 <u>resides in:</u>
- 23 (1) the court in which the condemnation was initiated;
- 24 <u>or</u>
- 25 (2) if the condemnation proceeding has not been
- 26 initiated:
- 27 (A) a court that would have jurisdiction over a

- 1 proceeding to condemn the requestor's property; or
- 2 (B) a court with eminent domain jurisdiction in
- 3 the county in which the entity has its principal place of business.
- 4 (f) If the entity refuses to produce information requested
- 5 in accordance with this section and the court determines that the
- 6 refusal violates this section, the court may award the requestor's
- 7 reasonable attorney's fees incurred to compel the production of the
- 8 <u>information</u>.
- 9 SECTION 15. Subsection (d), Section 21.042, Property Code,
- 10 is amended to read as follows:
- 11 (d) In estimating injury or benefit under Subsection (c),
- 12 the special commissioners shall consider an injury or benefit that
- 13 is peculiar to the property owner and that relates to the property
- 14 owner's ownership, use, or enjoyment of the particular parcel of
- 15 real property, including a material impairment of direct access on
- 16 or off the remaining property that affects the market value of the
- 17 <u>remaining property</u>, but they may not consider an injury or benefit
- 18 that the property owner experiences in common with the general
- 19 community, including circuity of travel and diversion of traffic.
- 20 In this subsection, "direct access" means ingress and egress on or
- 21 off a public road, street, or highway at a location where the
- 22 remaining property adjoins that road, street, or highway.
- SECTION 16. Subsections (a) and (b), Section 21.046,
- 24 Property Code, are amended to read as follows:
- 25 (a) A department, agency, instrumentality, or political
- 26 subdivision of this state <u>shall</u> [may] provide a relocation advisory
- 27 service for an individual, a family, a business concern, a farming

- 1 or ranching operation, or a nonprofit organization that [if the
- 2 service] is compatible with the Federal Uniform Relocation
- 3 Assistance and Real Property Acquisition Policies Act of 1970
- 4 [Advisory Program], 42 U.S.C.A. 4601 [23 U.S.C.A. 501], et seq.
- 5 (b) This state or a political subdivision of this state
- 6 shall [may], as a cost of acquiring real property, pay moving
- 7 expenses and rental supplements, make relocation payments, provide
- 8 financial assistance to acquire replacement housing, and
- 9 compensate for expenses incidental to the transfer of the property
- 10 if an individual, a family, the personal property of a business, a
- 11 farming or ranching operation, or a nonprofit organization is
- 12 displaced in connection with the acquisition.
- 13 SECTION 17. The heading to Section 21.047, Property Code,
- 14 is amended to read as follows:
- 15 Sec. 21.047. ASSESSMENT OF COSTS AND FEES.
- SECTION 18. Section 21.047, Property Code, is amended by
- 17 adding Subsection (d) to read as follows:
- 18 (d) If a court hearing a suit under this chapter determines
- 19 that a condemnor did not make a bona fide offer to acquire the
- 20 property from the property owner voluntarily as required by Section
- 21 21.0113, the court shall abate the suit, order the condemnor to make
- 22 a bona fide offer, and order the condemnor to pay:
- 23 (1) all costs as provided by Subsection (a); and
- 24 (2) any reasonable attorney's fees and other
- 25 professional fees incurred by the property owner that are directly
- 26 related to the violation.
- 27 SECTION 19. Subchapter E, Chapter 21, Property Code, is

- 1 amended to read as follows:
- 2 SUBCHAPTER E. REPURCHASE OF REAL PROPERTY FROM CONDEMNING
- 3 [GOVERNMENTAL] ENTITY
- 4 Sec. 21.101. RIGHT OF REPURCHASE [APPLICABILITY]. (a) \underline{A}
- 5 person from whom [Except as provided in Subsection (b), this
- 6 subchapter applies only to] a real property interest is acquired by
- 7 <u>an</u> [a governmental] entity through eminent domain for a public use,
- 8 or that person's heirs, successors, or assigns, is entitled to
- 9 repurchase the property as provided by this subchapter if:
- 10 (1) the public use for which the property was acquired
- 11 through eminent domain is [that was] canceled before the property
- 12 <u>is used for that public use;</u>
- 13 (2) no actual progress is made toward the public use
- 14 for which the property was acquired between the date of acquisition
- 15 and the 10th anniversary of that date; or
- 16 (3) the property becomes unnecessary for the public
- 17 use for which the property was acquired, or a substantially similar
- 18 public use, before the 10th anniversary of the date of acquisition.
- 19 (b) In this section, "actual progress" means the completion
- 20 of two or more of the following actions:
- 21 (1) the performance of a significant amount of labor
- 22 to develop the property or other property acquired for the same
- 23 public use project for which the property owner's property was
- 24 <u>acquired;</u>
- 25 (2) the provision of a significant amount of materials
- 26 to develop the property or other property acquired for the same
- 27 public use project for which the property owner's property was

1 acquired; 2 (3) the hiring of and performance of a significant amount of work by an architect, engineer, or surveyor to prepare a 3 plan or plat that includes the property or other property acquired 4 for the same public use project for which the property owner's 5 property was acquired; 6 7 (4) application for state or federal funds to develop the property or other property acquired for the same public use 8 project for which the property owner's property was acquired; 9 (5) application for a state or federal permit to 10 develop the property or other property acquired for the same public 11 use project for which the property owner's property was acquired; 12 13 (6) the acquisition of a tract or parcel of real property adjacent to the property for the same public use project 14 15 for which the owner's property was acquired; or 16 (7) for a governmental entity, the adoption by a 17 majority of the entity's governing body at a public hearing of a 18 development plan for a public use project that indicates that the entity will not complete more than one action described by 19 Subdivisions (1)-(6) before the 10th anniversary of the date of 20 acquisition of the property [This subchapter does not apply to a 21 22 right-of-way under the jurisdiction of: 23 [(1) a county; [(2) a municipality; or 24

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regarding the repurchase of a real property interest acquired

[(3) the Texas Department of Transportation].

(c) A district court may determine all issues in any suit

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- 1 through eminent domain by the former property owner or the owner's
- 2 heirs, successors, or assigns.
- 3 Sec. 21.102. NOTICE TO PREVIOUS PROPERTY OWNER REQUIRED [AT
- 4 TIME OF CANCELLATION OF PUBLIC USE]. Not later than the 180th day
- 5 after the date an entity that acquired a real property interest
- 6 through eminent domain determines that the former property owner is
- 7 entitled to repurchase the property under Section 21.101 [of the
- 8 cancellation of the public use for which real property was acquired
- 9 through eminent domain from a property owner under Subchapter B],
- 10 the [governmental] entity shall send by certified mail, return
- 11 receipt requested, to the property owner or the owner's heirs,
- 12 successors, or assigns a notice containing:
- 13 (1) an identification, which is not required to be a
- 14 legal description, of the property that was acquired;
- 15 (2) an identification of the public use for which the
- 16 property had been acquired and a statement that:
- 17 <u>(A)</u> the public use <u>was</u> [has been] canceled <u>before</u>
- 18 the property was used for the public use;
- 19 (B) no actual progress was made toward the public
- 20 <u>use; or</u>
- (C) the property became unnecessary for the
- 22 public use, or a substantially similar public use, before the 10th
- 23 anniversary of the date of acquisition; and
- 24 (3) a description of the person's right under this
- 25 subchapter to repurchase the property.
- Sec. 21.1021. REQUESTS FOR INFORMATION REGARDING CONDEMNED
- 27 PROPERTY. (a) On or after the 10th anniversary of the date on

- 1 which real property was acquired by an entity through eminent
- 2 domain, a property owner or the owner's heirs, successors, or
- 3 assigns may request that the condemning entity make a determination
- 4 and provide a statement and other relevant information regarding:
- 5 (1) whether the public use for which the property was
- 6 acquired was canceled before the property was used for the public
- 7 use;
- 8 (2) whether any actual progress was made toward the
- 9 public use between the date of acquisition and the 10th anniversary
- 10 of that date, including an itemized description of the progress
- 11 made, if applicable; and
- 12 (3) whether the property became unnecessary for the
- 13 public use, or a substantially similar public use, before the 10th
- 14 anniversary of the date of acquisition.
- 15 (b) A request under this section must contain sufficient
- 16 detail to allow the entity to identify the specific tract of land in
- 17 relation to which the information is sought.
- 18 (c) Not later than the 90th day following the date of
- 19 receipt of the request for information, the entity shall send a
- 20 written response by certified mail, return receipt requested, to
- 21 the requestor.
- 22 Sec. 21.1022. LIMITATIONS PERIOD FOR REPURCHASE RIGHT.
- 23 Notwithstanding Section 21.103, the right to repurchase provided by
- 24 this subchapter is extinguished on the first anniversary of the
- 25 expiration of the period for an entity to provide notice under
- 26 Section 21.102 if the entity:
- 27 (1) is required to provide notice under Section

- 1 21.102;
- 2 (2) makes a good faith effort to locate and provide
- 3 notice to each person entitled to notice before the expiration of
- 4 the deadline for providing notice under that section; and
- 5 (3) does not receive a response to any notice provided
- 6 under that section in the period for response prescribed by Section
- 7 21.103.
- 8 Sec. 21.103. RESALE OF PROPERTY; PRICE. (a) Not later
- 9 than the 180th day after the date of the postmark on a [the] notice
- 10 sent under Section 21.102 or a response to a request made under
- 11 Section 21.1021 that indicates that the property owner, or the
- 12 owner's heirs, successors, or assigns, is entitled to repurchase
- 13 the property interest in accordance with Section 21.101, the
- 14 property owner or the owner's heirs, successors, or assigns must
- 15 notify the [governmental] entity of the person's intent to
- 16 repurchase the property interest under this subchapter.
- 17 (b) As soon as practicable after receipt of <u>a notice of</u>
- 18 <u>intent to repurchase</u> [the notification] under Subsection (a), the
- 19 [governmental] entity shall offer to sell the property interest to
- 20 the person for the price paid to the owner by the entity at the time
- 21 the entity acquired the property through eminent domain [fair
- 22 market value of the property at the time the public use was
- 23 canceled]. The person's right to repurchase the property expires
- 24 on the 90th day after the date on which the [governmental] entity
- 25 makes the offer.
- 26 SECTION 20. Section 202.021, Transportation Code, is
- 27 amended by adding Subsection (j) to read as follows:

- 1 (j) The standard for determination of the fair value of the
- 2 state's interest in access rights to a highway right-of-way is the
- 3 same legal standard that is applied by the commission in the:
- 4 (1) acquisition of access rights under Subchapter D,
- 5 Chapter 203; and
- 6 (2) payment of damages in the exercise of the
- 7 authority, under Subchapter C, Chapter 203, for impairment of
- 8 highway access to or from real property where the real property
- 9 adjoins the highway.
- 10 SECTION 21. Section 54.209, Water Code, is amended to read
- 11 as follows:
- 12 Sec. 54.209. LIMITATION ON USE OF EMINENT DOMAIN. A
- 13 district may not exercise the power of eminent domain outside the
- 14 district boundaries to acquire:
- 15 (1) a site for a water treatment plant, water storage
- 16 facility, wastewater treatment plant, or wastewater disposal
- 17 plant;
- 18 (2) a site for a park, swimming pool, or other
- 19 recreational facility, as defined by Section 49.462 [except a
- 20 trail];
- 21 (3) [a site for a trail on real property designated as
- 22 a homestead as defined by Section 41.002, Property Code; or
- [(4)] an exclusive easement through a county regional
- 24 park; or
- 25 (4) a site or easement for a road project.
- SECTION 22. Section 1, Chapter 178 (S.B. 289), Acts of the
- 27 56th Legislature, Regular Session, 1959 (Article 3183b-1, Vernon's

- 1 Texas Civil Statutes), is amended to read as follows:
- 2 Sec. 1. Except as provided by this section, notwithstanding any other law, any [Any] nonprofit corporation 3 incorporated under the laws of this state for purely charitable 4 purposes and which is directly affiliated or associated with a 5 medical center having a medical school recognized by the Council on 6 7 Medical Education and Hospitals of the American Medical Association as an integral part of its establishment, and which has for a 8 9 purpose of its incorporation the provision or support of medical facilities or services for the use and benefit of the public, and 10 11 which is situated in any county of this state having a population in excess of six hundred thousand (600,000) inhabitants according to 12 13 the most recent Federal Census shall have the power of eminent 14 domain and condemnation for the purposes set forth in Section 2 and Section 3 of this Act. A charitable corporation described by this 15 section may not exercise the power of eminent domain and 16 condemnation to acquire a detached, single-family residential 17 property or a multifamily residential property that contains eight 18 or fewer dwelling units. 19
- 20 SECTION 23. (a) Section 552.0037, Government Code, is 21 repealed.
- 22 (b) Section 21.024, Property Code, is repealed.
- SECTION 24. Section 11.155, Education Code, Chapter 2206,
- 24 Government Code, Sections 251.001, 261.001, 263.201, and 273.002,
- 25 Local Government Code, Chapter 21, Property Code, and Section 1,
- 26 Chapter 178 (S.B. 289), Acts of the 56th Legislature, Regular
- 27 Session, 1959 (Article 3183b-1, Vernon's Texas Civil Statutes), as

- 1 amended by this Act, apply only to a condemnation proceeding in
- 2 which the petition is filed on or after the effective date of this
- 3 Act and to any property condemned through the proceeding. A
- 4 condemnation proceeding in which the petition is filed before the
- 5 effective date of this Act and any property condemned through the
- 6 proceeding are governed by the law in effect immediately before
- 7 that date, and that law is continued in effect for that purpose.
- 8 SECTION 25. The change in law made by this Act to Section
- 9 202.021, Transportation Code, applies only to a sale or transfer
- 10 under that section that occurs on or after the effective date of
- 11 this Act. A sale or transfer that occurs before the effective date
- 12 of this Act is governed by the law applicable to the sale or
- 13 transfer immediately before the effective date of this Act, and
- 14 that law is continued in effect for that purpose.
- 15 SECTION 26. The changes in law made by this Act to Section
- 16 54.209, Water Code, apply only to a condemnation proceeding in
- 17 which the petition is filed on or after the effective date of this
- 18 Act. A condemnation proceeding in which the petition is filed
- 19 before the effective date of this Act is governed by the law in
- 20 effect on the date the petition was filed, and that law is continued
- 21 in effect for that purpose.
- 22 SECTION 27. This Act takes effect September 1, 2011.

S.B. No. 18

President of the Senate Speaker of the House			
I hereby certify that S.B. No. 18 passed the Senate on			
February 9, 2011, by the following vote: Yeas 31, Nays 0;			
April 19, 2011, Senate refused to concur in House amendments and			
requested appointment of Conference Committee; April 28, 2011,			
House granted request of the Senate; May 6, 2011, Senate adopted			
Conference Committee Report by the following vote: Yeas 30,			
Nays 0.			
Coarotary of the Carata			
Secretary of the Senate			
I hereby certify that S.B. No. 18 passed the House, with			
amendments, on April 14, 2011, by the following vote: Yeas 144,			
Nays 0, one present not voting; April 28, 2011, House granted			
request of the Senate for appointment of Conference Committee;			
May 5, 2011, House adopted Conference Committee Report by the			
following vote: Yeas 145, Nays 0, two present not voting.			
Chief Clerk of the House			
Approved:			
Date			

Governor